

This engagement letter template is to be used by CPA firms for preparation of the Enterprise Zone CPA Attestation Report Form.

- 1) Please insert client- and CPA-specific information where indicated in red and underlined.
- 2) For questions regarding the CPA Agreed-Upon Procedures, please refer to the CPA Agreed-Upon Procedures Manual at <https://dmz1.dhcd.virginia.gov/EZApplication/>
- 3) All Enterprise Zone grant applications, accompanying materials, and attestation report must be submitted by **April 1, 2021**. ***Please note that an engagement letter does not constitute the required CPA Attestation Report.***

Any application submitted without the required CPA Attestation Report or those submitted after the April 1st deadline (but before May 15, 2021) will be considered **late**. Such applications are held until DHCD determines that funds remain and it will not have to prorate grant awards.

Official Letterhead of CPA Firm

Date

Name of Client (and Other Specified Parties)

Address of Client

We are pleased to confirm our understanding of the nature and limitations of the services we are to provide for Client's Legal Name.

We will apply the Agreed-Upon Procedures which the Virginia Department of Housing and Community Development has specified, as listed in the attached schedule(s), to Client's Name grant application(s) for the year ending December 31, 2020, in accordance with the Virginia Department of Housing and Community Development Enterprise Zone Program Regulations. This engagement is solely to assist Client's Name and the Virginia Department of Housing and Community Development with Client's Name Enterprise Zone **(Job Creation Grant) (Real Property Investment Grant)** application(s). Our engagement to apply Agreed-Upon Procedures will be conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of the procedures is solely the responsibility of those parties specified in the report. Consequently, we make no representation regarding the sufficiency of the procedures described in the attached schedule(s) either for the purpose for which this report has been requested or for any other purpose. If, for any reason, we are unable to complete the procedures, we will describe any restrictions on the performance of the procedures in our report, or will not issue a report as a result of this engagement.

Because the Agreed-Upon Procedures listed in the attached schedule(s) do not constitute an examination, we will not express an opinion on the **(Job Creation Grant Qualification Forms) (Real Property Investment Grant Qualification Forms)**. In addition, we have no obligation to perform any procedures beyond those listed in the attached schedule.

We will submit a report listing the procedures performed and our findings. This report is intended solely for the use of Client's Name and the Virginia Department of Housing and Community Development and should not be used by anyone other than these specified parties. Our report will contain a paragraph indicating that had we performed additional procedures, other matters might have come to our attention that would have been reported to you. The attestation documentation for this engagement is the property of CPA Firm's Name and constitutes confidential information. However, we may be requested to make certain attestation documentation available to the Virginia Department of Housing and Community Development pursuant to authority given to it by law or regulations. If requested, access to such attest documentation will be provided under the supervision of CPA Firm's Name personnel. Furthermore, upon request, we may provide copies of selected attest documentation to the Virginia Department of Housing and Community Development. The Virginia Department of Housing and Community Development may intend, or decide, to distribute the copies or information contained therein to others, including other governmental agencies.

We plan to begin our procedures on approximately Date and, unless unforeseeable problems are encountered, the engagement should be completed by Date. At the conclusion of our engagement, we will require a representation letter from management that, among other things, will confirm management's responsibility for the presentation of the **(Job Creation Grant Qualification Forms) (Real Property Investment Grant Qualification**

Forms) in accordance with the Virginia Department of Housing and Community Development Enterprise Zone Program Regulations.

** We estimate that our fees for these services will range from \$_____ to \$_____. You will also be billed for travel and other out-of-pocket costs such as report production, word processing, postage, etc. The fee estimate is based on anticipated cooperation from your personnel and the assumption that unexpected circumstances will not be encountered during the engagement. If significant additional time is necessary, we will discuss this with you and arrive at a new fee estimate before we incur the additional costs. Our invoices for these fees will be rendered each month as work progresses and are payable on presentation. In accordance with our firm policies, work may be suspended if your account becomes _____ days or more overdue and will not be resumed until your account is paid in full. If we elect to terminate our services for nonpayment, our engagement will be deemed to have been completed upon written notification of termination even if we have not completed our report. You will be obligated to compensate us for all time expended and to reimburse us for all out-of-pocket expenditures through the date of termination.*

** We appreciate the opportunity to assist you and believe this letter accurately summarizes the significant terms of our engagement. If you have any questions, please let us know. If you agree with the terms of our engagement as described in this letter, please sign the enclosed copy and return it to us. If the need for additional procedures arises, our agreement with you will need to be revised. It is customary for us to enumerate these revisions in an addendum to this letter.*

Very truly yours,

CPA Firm's Name

RESPONSE:

This letter correctly sets forth our understanding.

By:

Title:

Date:

*** Example only – use customary firm policy wording for these paragraphs.**